IN THE UNITED STATES DISTRICT COURT FOR THE NORTHERN DISTRICT OF TEXAS DALLAS DIVISION

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KELLY CRAWFORD, IN HIS CAPACITY AS RECEIVER,

Plaintiff,

V.

MAGICSTAR ARROW ENTERTAINMENT, LLC, MAGICSTAR ARROW, INC., AND CARLOS CRUZ,

Defendants.

Civil Action No. 3:22-cv-01935-X

JOINT REPORT REGARDING SETTLEMENT NEGOTIATIONS

Pursuant to the Court's order on January 17, 2025 [ECF No. 76], the parties file this joint report regarding the status of settlement negotiations.

- 1. On Wednesday, April 16, 2025, Plaintiff and Defendants conducted a mediation before the Honorable Robert Jenevein at 1717 Main Street, 25th Floor, Dallas, Texas 75201 (the "Mediation").
- 2. The Plaintiff and his co-counsel, Charlene Koonce of the law firm of Brown Fox, PLLC and Peter Lewis of the law firm of Scheef & Stone, LLP, along with counsel for the Defendants, Sara Babineaux of the law firm of Tillotson Johnson & Patton, appeared in person at the Mediation while the Defendants appeared via Zoom.
- 3. The parties were unable to reach an agreement to resolve the above styled Litigation at the Mediation.
- 4. On May 20, 2025, counsel for Defendants transmitted a settlement offer to counsel for Receiver. Since then, counsel for both sides have been actively engaged in settlement negotiations.

5. On May 23, 2025, the parties reached a settlement in principle, and are in the process of executing a settlement agreement.

Respectfully submitted,

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CERTIFICATE OF SERVICE

Pursuant to FED. R. CIV. P. 5(d)(1)(B), as amended, no certificate of service is necessary, because this document is being filed with the Court's electronic-filing system.